3 August 1950

Chief, Foreign Division "M" Chief of Station, Karlsrube

> Operational CARBOHYDRATE - Progress Report

Symposis: This memorandum reviews the important features of the CARBOHYDRAYS operation since Movember 1949. The agent's present position within the East Berlin Poliseipraesidium, the security factors which have arisen from the application of more stringent rules governing the movements of Soviet Sector police (of BRIN-2859), the agent's present salary status, his more active role within the SED, and his recent and current intelligence production are stressed in this report.

- 1. Position: CARBOHIDRATE's position within the East Sector Berlin
  Poliseipressidium remains unchanged since our last report. He is the director
  of the Referet for Legal Affairs in the Secretariat of the President, Poliseipressidium, holding the rank of Polisiikommandeur (erster Blasse) and receiving a monthly salary of 1100 East Tork, of which 830 remains after deductions.
  Tou will recall (of MBB-5101, para h) that Chefinspekteur Erich LUST, chief
  of the Navorbahtellung Marganitum conditions (Administrative Polise) in the Hammaof the Hamptabteilung Verwaltungspolise! (Administrative Police) in the Hampt-verwaltung four Volkspolise! (HVVP) proposed to name the agent as a replacement for Dr. SCHCEPPE in the Secretariat of the President of the HVVP. Although we had hoped at the time that CARBCHYDRATS might succeed in obtaining the position, thereby increasing his rather measure coverage of the HVTP, the proposed transfer was blocked, according to agent, by vice President SCHOKHEER, Berlin Polisei-praesidinm, who deemed CARROHYDRATE, as the only police official in the Secretariat with a legal background, indispensible for the smooth functioning of the Secretariat. Thus CARBOHYDRATE remains in his position and no subsequent propossils of transfer have been made to him.
- 2. a) Security Factors: Shortly before the Whitsun Meeting of the FDN in Berlin, Waldemar SCHMIDT issued an oral order forbidding all Soviet Sector police from entering the Western Sectors either in uniform or in civilian clothes unless they were on a specific police mission (of MRLM-2059). Since this command was given just before the Deutschland Treffen and in addition to an earlier order slarting the police from 23 May through 2 June 1950 for the FDJ rally, it Distribution:

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was impossible to determine whether SCHMIDT's verbal command, like the alert status decree, was to be a temporary measure, and we were forced to make new arrangements for contacting CARBOHYDRATE. The order still stands, but because of the fact that so many of the East Serlin police have friends and relatives in West Berlin, come to the Western Sectors to buy commodities not available in the Russian Sector, or cross the Sector boundary to attend sport events, the order, although ostensibly still in effect, has been impossible to enforce strictly and the agent is once again able to come to the US Sector for regularly scheduled meetings. Nevertheless, we have agreed with CARBOHYDRATE that should it become impossible in the future for him to leave East Berlin his wife can act as courier (of MDB-A-6303, pure 6). This arrangement has, in fact, been employed during the period when the alert decree was in effect, when Mrs. CARBO-HYDRATE twice came to the appointed meeting place with oral messages from her husband. We have for some time been fully cognizant of the fact that the agent's wife is aware of his work for us and realizes of what it consists. Because of her strong attachment to her husband and her intense anti-Soviet feelings (of MGB-4-3991, para 6), we have never regarded her as a security risk. Thus the employment of CARBOHYDRATE's wife as a courier in the event her husband is confined to the East Sector has two advantages: a) she is already informed con-cerning the nature of the operation and the information which her husband supplies to us and b) the agent himself would much prefer having his wife, whom he trusts completely, act in this role to having an unknown third person introduced into the operation. In addition, the agent's wife is able to come to the US Sector under cover of normal circumstances. GARBORTHRATE and his family live in an apertment only 100 yards removed from the US Sector boundary, and it is extremely easy for the wife to cross into the Tempelhof section of the American district, which, in fact, she normally does to shop or to visit friends. Furthermore, she still has a number of acquaintances in Berlin-Spandau, where she and the agent lived before the war. Of course, this arrangement has some obvious disadvantages, particularly since we should be forced to rely more heavily upon the agent's judgment of what is important and of interest to us in the reals of police affairs inaumoh as the opportunity for thorough personal briefing of the agent would be lost and such would have to be done by his wife. In the past, however, we have found CERBORITERATE to be a good judge of the local police situation and capable of differentiating between the important and unimportant, as evidenced by his reports and maticulous discrimination between fact and runor.

- b) In light of the increased pressure applied to the Volkspolisei in Berlin to limit or prohibit all contacts with the West Berlin populace and because of the growing preoccupation of DDE officials with sabotage and espionage, we have instituted the following plan for telephonic communications between the case officer and CARBONTERATE: In the event that it is necessary for the former to contact the agent, the case officer will call CARBONTERATE's residence and ask for Herr SKIEEL. The agent or his wife, both of whom have been accordingly briefed, will reply that the caller has the wrong number, whereupon the agent's wife will cross into the US Sector and phone the office agent phone number, the only number which the agent possesses.
- c) In line with our recommendation as mentioned in MGB-A-6303, para 8, it may become necessary, should personal meetings between this office and the agent or agent's wife be impossible or too dangerous in the future, to supply CARSO-HYDRATR with we cret writing materials and the requisite instructions pertaining

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to their use. We do not, however, anticipate such a contingency in the near future nor without sufficient marning to prevent us from having ample time to give the agent adequate training in the use of such materials.

- d) In no operation can the possibility be 5: wlooked that the agent is in fact a double. We have analysed the CARBOHYDRAY. Speration during the past two years and feel that he is cooperating with us fully, albeit perhaps more from material considerations than from a sincere conviction that United States policy provides the only path for a subsequent German revival. In this connection the undersigned holds the opinion that CARBOHYDRATE's anti-Soviet attitude stems from a German feeling of superiority toward Russia and from the treatment accorded his wife during the first days of the Soviet occupation (cf MIB-A-3931, para 6). At the same time the agent's anti-Communist inclination would appear to be based on a feeling of intellectual superiority to the wast majority of the DER officials with whom he has come in contact. The undersigned would be appreciative, however, if headquarters, at its convenience, could examine all aspects of the operation with a view to the doubled agent possibility.
- 3. Salary Status: In accordance with the request stated in MER-W-1572, we shall attempt to clarify CARBOHYERATE's present salary status. He receives a monthly cash payment of 150 West Mark as well as a monthly deposit of 100 West Mark in the West. In addition, the agent is given the following operational supplies each month: 20 packs of cigarettes, 8 cans of meat, 3 pounds of coffee, 10 cigars, 1 bottles of whiskey, 21 bars of candy, 3 pounds of cocca and 2 pounds of egg powder. In MDB-4-6303, the West Mark total of 3300 is given to include both the cash salary paid the agent and the monthly deposits. With regard to MUR-W-1572, para 3, may we request that Headquarters withdraw the amount of 100 dellars, authorised in previous Project Approvals up to 1 July 1950 for travel expenses incurred by CARBOHYDRATE from the funds allocated to cover the expenses of this operation, since this authorisation has never in the past been drawn upon. To date, all amounts needed by the agent for special purposes have been deducted from his account in the West. This practice has always been more than satisfactory to CARBOHYDRATE, and it is preferred by this office for reasons of control over the agent.
- h. Party Activity: As you will recall in previous memorands concerning the CARBOHIMATE operation, the problem of the agent's secret membership in the EPD created a potential security threat. Since his papers can not be extracted from the Party's records without casting suspicion on him, it has been deemed the better course to allow the question to remain in abeyance and to encourage CARBOHIMATE by all available means to take an increasingly active part in the SED. In this latter course some success has been attained. CARBOHIMATE has been in regular attendance at the bi-weekly meetings of the Poliseipresidium Shop Group during the past half year. In addition, he takes part in the special SED sessions devoted to the study of the history of the CP, USSR (b). This study course is considered to be of especial importance for all police officials who hope to be premoted and is felt by police members to be of greater political significance than the regular Shop Group meetings. CARBOHIMATE has also occasionally volunteered for extra Sunday work in factories in East Berlin, and on the occasion of the FDJ Deutschland Traffen, he boarded two FDJ members in his apartment. In the Hay Day parade through the Soviet Sector he was given the merch command of one of the companies representing the Volkspolizei in Berlin.
  - 5. Production: The subject of MOB-A-6045, referred to in MOK-W-5321, has been mentioned to CAUTERY by

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CAUTERY is currently attempting to contact him.

Besides the above-mentioned operational lead furnished by CARBORYLEATE, the following reports have been disseminated from material submitted by him:

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CARBORTIRATE has been on vacation since 17 July 1950 and is expected to return on 14 August to Berlin.

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